

DISPOSAL OF AN INDIRECT SUBSIDIARY - PT. DWIUTAMA MANDIRI SUKSES

The Board of Directors of BH Global Corporation Limited (“**BHG**” and, together with its subsidiaries, “**Group**”) refers to its previous announcement dated 4 May 2018 relating to the disposal of PT. Dwiutama Mandiri SukSES (“**PTD**”).

Based on the latest audited consolidated financial statements of the Group for the period ended 31 December 2017, the relative figures for the Disposal computed on the basis set out in Rule 1006 of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) are set out below:

Rule 1006	Basis	Percentage (%)
(a)	Net asset value of the assets disposed, compared with the Group's net asset value of S\$36.28m	6.00%
(b)	Net profits attributable to the assets disposed compared with the Group's net loss attributable to Shareholders of S\$24.84m	-3.12%
(c)	Aggregate value of the consideration received compared with the Group's market capitalisation of S\$16.2m ⁽¹⁾ based on the total number of issued shares	18.52%
(d)	Number of equity securities issued by the Group as consideration for an acquisition, compared with the number of equity securities previously in issue	NA ⁽²⁾
(e)	Aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the Group's proved and probable reserves. This basis is applicable to a disposal of mineral, oil or gas assets by a mineral, oil and gas company, but not to an acquisition of such assets.	NA ⁽³⁾

Notes:

(1) The market capitalisation of the Group is calculated on the basis of 119,999,995 shares in issue (excluding treasury shares) as at date of this announcement, and the volume-weighted average price of S\$0.135 for such Shares transacted on 3 May 2018, being the last market day on which Shares were traded immediately preceding the date of disposal on 4 May 2018.

(2) This is not applicable as the Disposal pertains to disposal of assets.

(3) This is not applicable as the Disposal is not a disposal of mineral, oil or gas assets.

As the relative figures computed on the bases set out in Rules 1006 (a), (b) and (c) does not exceed 20%, the Disposal is a “Disclosable Transaction” for the purpose of Chapter 10 of the Listing Manual of the SGX-ST that does not required shareholders’ approval.

The Disposal is estimated to result in a net gain of approximately S\$775K[#] to the Group for the current financial year ending 31 December 2018 and the net proceeds of S\$2.90m from the Disposal will be utilised for the Group’s working capital purposes.

[#] This net gain does not take into account any transactions completed by the Group subsequent to 31 December 2017

For illustrative purpose only, the financial effects of the Disposal on the Group set out below were prepared based on the latest audited consolidated financial statements of the Group for the year ended 31 December 2017, with the following assumptions:

- (a) The financial effects on the NTA of the Group are computed assuming that the Disposal was completed on 31 December 2017;
- (b) The financial effects on the loss per Share of the Group are computed assuming that the disposal was completed on 31 December 2017;
- (c) The financial effects do not take into account any transactions completed by the Group subsequent to 31 December 2017;

(i) Net Tangible Asset ("NTA")	Before Disposal (Audited)	After Disposal
NTA as at 31 December 2017 (in S\$ '000)	36,279	37,459
Number of shares as at 31 December 2017 (in '000)	120,000	120,000
NTA per Share (cents)	30	31

(ii) Loss per Share ("LPS")	Before Disposal (Audited)	After Disposal
Net loss attributable to Shareholders as at 31 December 2017 (in S\$ '000)	(24,844)	(24,069)
Number of shares as at 31 December 2017 (in '000)	120,000	120,000
LPS (cents)	(20.70)	(20.06)

The Group's Batam operation has ceased since 2012 and it is the Group's intention to dispose the Batam land held by PTD.

BY ORDER OF THE BOARD

Vincent Lim Hui Eng
Executive Chairman and
Chief Executive Officer

9 May 2018